

FISCAL NOTE

SB 2812 - HB 3286

February 21, 2006

SUMMARY OF BILL: Excludes any member of the General Assembly, including such person's surviving spouse or dependent children, from retaining group health insurance if convicted in any state or federal court of a felony arising out of that person's official employment or official capacity.

ESTIMATED FISCAL IMPACT:

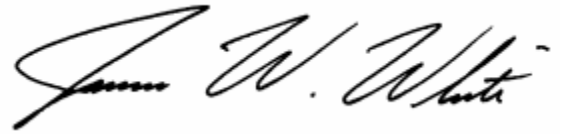
Other Fiscal Impact - To the extent one member of the General Assembly or a Governor is convicted of a felony, and this individual is of average age, with an average life expectancy, state expenditures could decrease by an amount estimated to exceed \$500,000 over the individual's remaining life (an average of at least \$20,000 per year for 25 years).

Assumptions:

- All rights, privileges, and benefits would be restored if the conviction is later overturned in any court and such member is acquitted, or a full pardon has been granted.
- If provisions of this act are declared to be invalid by a court of competent jurisdiction and such determination has become final, then the former provisions shall be revived.
- Average age for members of the General Assembly is fifty-five (55).
- Life expectancy for members of the General Assembly is eighty (80) years.
- Annual premium for group health insurance for family coverage in 2006 is approximately \$9,600.00 (premium approximately \$800.00 per month).
- Six percent (6%) annual growth in premium levels.
- The future value of monthly insurance premiums paid by the state over a twenty-five year period, assuming 6% annual growth, would be approximately \$554,400.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a large, stylized "J" and "W".

James W. White, Executive Director